


1997 - SOCIAL SECURITY WORKSHEET

The portion of your social security benefits taxable to Montana may be different than what is taxable to federal.

If additional help is needed, call 1-406-444-3674 or TDD 1-406-444-2830 (for hearing impaired). 

NOTE: None of your benefits are taxable to Montana if:

- A. The only retirement you receive is Railroad Retirement income, or
- B. Your federal adjusted gross income plus all exempt income is less than:
 - 1) \$32,000 if you are filing a joint return;
 - 2) \$25,000 if you file a single/head of household return
 - 3) \$16,000 if you are filing married filing separate on the same form.

If you fall into one of the above categories, enter any benefits taxable to federal on line 33 of Form 2. Do not fill out this form.

Filing Status Check One	1 <input type="checkbox"/> Single	2 <input type="checkbox"/> Married filing joint return	3 <input type="checkbox"/> Married and both filing separate returns on this form	4 <input type="checkbox"/> Married and both filing separate returns on separate forms	5 <input type="checkbox"/> Married filing separate return and spouse is not filing	6 <input type="checkbox"/> Head of Household
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	COLUMN A (For single, joint, separate or head of household)	COLUMN B (For spouse only when filing separate and box 3 is checked)	
1. Federal adjusted gross income 1.			1.
Subtractions			
2. Enter social security and/or railroad retirement included in federal adjusted gross income 2.			2.
3. Capital gain(s) exclusion, interest exclusion for elderly, tips, State income tax refund (<i>if included in other income</i>) 3.			3.
4. Enter exempt retirement income for Montana purposes 4. (Complete Retirement Worksheet on page 6 of the instructions)			4.
5. Total reductions—Add lines 2, 3 & 4..... 5.			5.
6. Sub-total—subtract line 5 from line 1 6.			6.
Additions			
7. Enter total interest on all state and county municipal bonds 7.			7.
8. Enter federal refund received 8.			8.
9. Total additions: Add lines 7 and 8..... 9.			9.
10. Modified adjusted gross income—Add lines 6 and 9 10.			10.
11. Enter one-half (50%) of the social security benefits received during 1997 11.			11.
12. Add lines 10 and 11 12.			12.
13. Enter { \$25,000 in Column A if you checked Box 1 or 6 \$32,000 in Column A if you checked Box 2 13. \$16,000 in Column A and B if you checked Box 3, 4 or 5			13.
14. Subtract line 13 from line 12. (If zero or less, stop here, none of your social security benefits are taxable to Montana. Enter amount from line 2 above on Form 2, line 33.) 14.			14.
15. If line 14 is greater than zero, divide by 2 and enter amount 15.			15.
16. Enter the amount from line 15 or line 11, whichever is smaller 16.			16.
17. Enter 85% of the social security benefits received in 1997. 17.			17.
18. a. Enter amount from line 16. 18a.			18a.
18. b. Enter \$6,000 if Box 2 is checked. \$3,000 if Box 3, 4 or 5 is checked and 18b. \$4,500 if Box 1 or 6 is checked.			18b.
19. Enter the <u>lesser</u> of line 18a. or line 18b. 19.			19.
20. Enter amount from line 12. 20.			20.
21. Enter { \$34,000 if Box 1 or 6 is checked \$44,000 if Box 2 is checked 21. \$22,000 if Box 3, 4 or 5 is checked			21.
22. Subtract line 21 from line 20 (if less than zero, enter zero) 22.			22.
23. Multiply line 22 by 85% (.85) 23.			23.
24. Add lines 19 and 23 24.			24.
25. Enter the lesser of line 17 or line 24 25.			25.
26. Enter the amount of social security that is taxable on your federal return 26.			26.
27. A. If line 26 is greater than line 25, enter difference here and on line 33 of Form 2. B. If line 25 is greater than line 26, enter the difference here and on line 23 of Form 2. C. No adjustment is necessary if lines 25 & 26 are the same 27.			27.

ATTACH THIS FORM TO YOUR RETURN